



California Air Resources Board Alternative Control Plan

**Presentation on Potential Improvements to
CARB ACP Regulation**

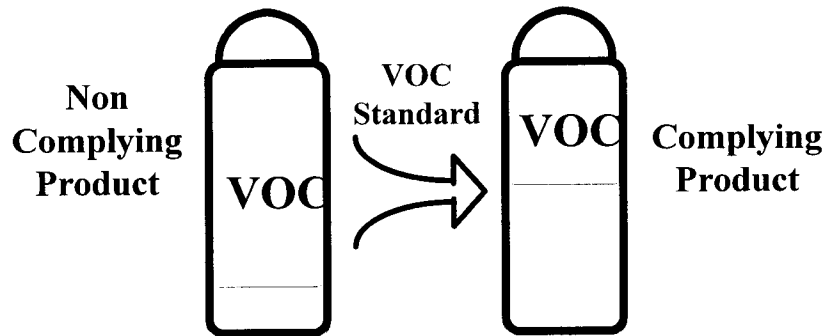
Consumer Products Workgroup Meeting

April 14, 2005

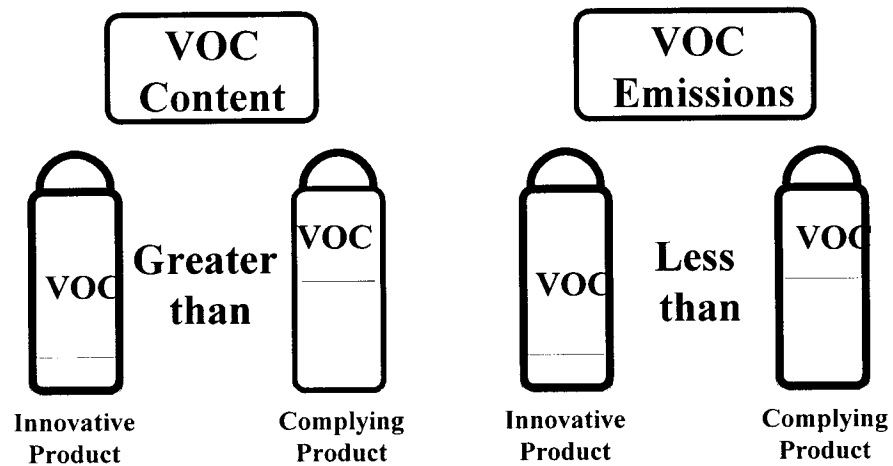
Overview of Current ACP Regulation

- **Win-Win Program**
 - **Flexibility to Product Manufacturers**
 - **Additional VOC Emissions Reductions**
- **Not Widely Used**
 - **Complex Regulatory Framework**
 - **Significant Paperwork Burden**

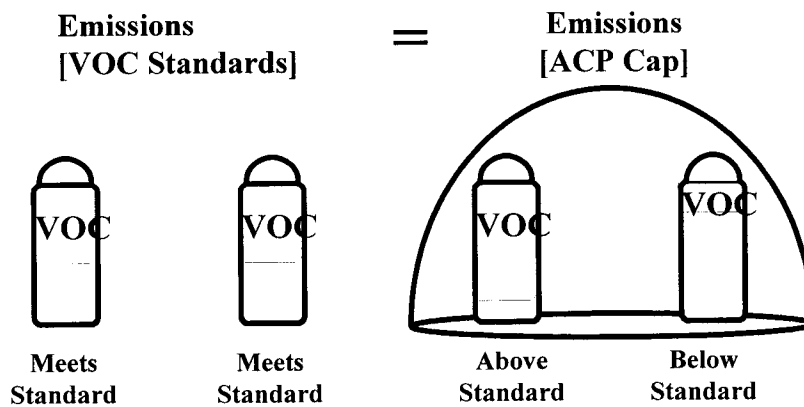
Compliance Option #1: Compliance with Specific Standards



Compliance Option #2: Create an Innovative Product



**Compliance Option #3:
Operate Under
Approved ACP For Equivalent
Emission Reductions**



Why Change the ACP?

- ◆ **Broaden Scope of Products**
- ◆ **Lower Paperwork Burdens**
- ◆ **Encourage Increased ACP Use**
- ◆ **Record Continuous VOC Reductions**
- ◆ **Create "Voluntary and Emerging" Reductions SIP Credits**

VOC Surplus Reductions Generated Since 1995

<u>SALES YEARS</u>	<u>Total Surplus VOC Reductions</u>
1995-1997	2,420,000 pounds
1998-2000	2,000,000 pounds
2001-2003	1,160,000 pounds

ACP Regulatory Revisions Considered in 2000-01

- **Expand Products in ACP**
 - **Aerosol Coatings**
 - **AP/DOs**
 - **Unregulated Products**
- **Surplus Emission Reduction Credits**
 - **Lifetime and Depreciation**
 - **Trading**
 - **Incentives for Donation**
- **Simplify and Streamline Process**

Relevant EPA Guidance

- **Improving Air Quality with Economic Incentive Programs – January 2001**
 - Includes “Incorporating Voluntary Stationary Source Emission Reduction Programs into SIPs”
 - ACP is an Economic Incentive Program
- **Incorporating Emerging and Voluntary Measures in a SIP – September 2004**

EPA Definitions for Emerging and Voluntary Measures

- **Voluntary Measures Not Enforceable Against a Single Source (Enforceability)**
- **Emerging Measures Not Same High Level of Certainty in Quantifying Reduction (Quantification)**
- **Measures Can Be BOTH**

CSPA Proposal for ACP Revision Proposed Action Plan

- **Establish CPWG ACP Subgroup**
- **Restart Process from 2000-01**
- **Develop Necessary Rule Revisions**
- **Develop Program for Donating Surplus Reductions as SIP Credits**
- **Finalize by 2007 SIP Revision**



**D. Douglas Fratz
Joseph T. Yost
Consumer Specialty Products Association
900 17th Street, NW, Suite 300
Washington, DC 20006**